

# Life Insurance Worksheet

## GROSS MONTHLY INCOME

Present annual income needs: 53,200

Subtract deceased person's needs: 9,000

Subtract other income available:  
(Social Security, investments, retirement) 10,000

= Net annual income needed: 34,200

Net annual income needed, multiplied by  
12.5 (assumes an 8% after-tax investment  
return on insurance proceeds):

### Lump sum needs:

Debts: 8,000

Education: 20,000

Other: 0

Total lump sum needs:

**Total Life Insurance Needs:**

## GROSS MONTHLY INCOME

Present annual income needs: \_\_\_\_\_

Subtract deceased person's needs: \_\_\_\_\_

Subtract other income available:  
(Social Security, investments, retirement) \_\_\_\_\_

= Net annual income needed: \_\_\_\_\_

Net annual income needed, multiplied by  
12.5 (assumes an 8% after-tax investment  
return on insurance proceeds):

### Lump sum needs:

Debts: \_\_\_\_\_

Education: \_\_\_\_\_

Other: \_\_\_\_\_

Total lump sum needs:

**Total Life Insurance Needs:**

Once you have quantified your approximate life insurance needs, deduct the amount of your present life insurance coverage to determine whether you need additional life insurance. Then analyze your budget to determine how much new insurance you can afford. Seek counsel to decide the precise amount and type of insurance that would meet your needs and budget.

LIFE INSURANCE WORKSHEET